

House File 2317

S-5025

1 Amend the amendment, S-5022, to House File 2317, as passed by
2 the House, as follows:

3 1. Page 38, after line 25 by inserting:

4 <Sec. _____. Section 422.12C, subsection 1, Code 2022, is
5 amended by striking the subsection and inserting in lieu
6 thereof the following:

7 1. The taxes imposed under this subchapter, less the amounts
8 of nonrefundable credits allowed under this subchapter, shall
9 be reduced by a child and dependent care credit equal to the
10 following percentages of the federal child and dependent care
11 credit provided in section 21 of the Internal Revenue Code,
12 without regard to whether or not the federal credit was limited
13 by the taxpayer's federal tax liability:

14 a. For a taxpayer of net income of less than twenty-five
15 thousand dollars, one hundred percent.

16 b. For a taxpayer with net income of twenty-five thousand
17 dollars or more but less than forty thousand dollars, ninety
18 percent.

19 c. For a taxpayer with net income of forty thousand dollars
20 or more but less than sixty thousand dollars, seventy-five
21 percent.

22 d. For a taxpayer with net income of sixty thousand dollars
23 or more but less than ninety thousand dollars, fifty percent.

24 e. For a taxpayer with net income of ninety thousand dollars
25 or more, zero percent.

26 Sec. _____. Section 422.12C, Code 2022, is amended by adding
27 the following new subsection:

28 NEW SUBSECTION. 5. a. Upon determination of the latest
29 cumulative inflation factor, the director shall multiply
30 each net income level set forth in subsection 1 or 2 by this
31 cumulative inflation factor, shall round off the resulting
32 product to the nearest one dollar, and shall incorporate the
33 result into the net income levels in subsection 1 or 2 for each
34 tax year beginning on or after January 1, 2022.

35 b. For purposes of this subsection, "*cumulative inflation*

1 *factor*” means the product of the annual inflation factor for
2 the 2023 calendar year and all annual inflation factors for
3 subsequent calendar years as determined by section 422.4,
4 subsection 1, paragraph “a”. The cumulative inflation factor
5 applies to all tax years beginning on or after January 1 of
6 the calendar year for which the latest annual inflation factor
7 has been determined. Notwithstanding any other provision,
8 the annual inflation factor for the 2022 calendar year is one
9 hundred percent.

10 Sec. ____ . RETROACTIVE APPLICABILITY. This division of this
11 Act applies retroactively to January 1, 2022, for tax years
12 beginning on or after that date.>

13 2. Page 38, line 33, by striking <date and> and inserting
14 <date, applicability, and retroactive>

15 3. By renumbering as necessary.

SARAH TRONE GARRIOTT